

**COUNTY OF BUTTE**  
  
**OFFICE OF EMERGENCY SERVICES**  
**and**  
**DEPARTMENT OF CORRECTIONS AND REHABILITATION**  
  
**PROGRAM SPECIFIC GRANT AUDIT REPORT**  
  
**FOR THE YEAR ENDED JUNE 30, 2008**

DATE RECEIVED:



AUDIT REVIEW #(s) 04588

Assigned To: Leahy

Date Reviewed: 4/28/09

Reviewer's Initials: SL

Date Review(s) Completed: 4/28/09,



**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON  
SCHEDULE OF THE CALIFORNIA OFFICE OF EMERGENCY SERVICES AND  
DEPARTMENT OF CORRECTIONS AND REHABILITATION PROGRAMS**

To the Board of Supervisors and Grand Jury  
County of Butte  
Oroville, California

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Butte, California, as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated February 10, 2009. We have also audited the accompanying Schedules of Costs Claimed and Accepted and Statement of Approved Budget and Cumulative Expenditures of the Office of Emergency Services and Department of Corrections and Rehabilitation Programs (the "Financial Statements") for the grants awarded by the State of California, Office of Emergency Services (OES) and Department of Corrections and Rehabilitation (DCR), as noted below:

<u>Award Number</u>	<u>Audit Period</u>
DC07100040	7/1/07 – 6/30/08
MS07170040	7/1/07 – 6/30/08
VW07260040	7/1/07 – 6/30/08
VB07050040	7/1/07 – 6/30/08
CSA 106-07	7/1/07 – 6/30/08

The Financial Statements are the responsibility of the County of Butte. Our responsibility is to express an opinion on the Financial Statements of the program based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards* issued by the Comptroller General of the United States; *Office of Emergency Services Recipient Handbook*; and the Department of Corrections and Rehabilitation *Grant Administration and Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Financial Statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

To the Board of Supervisors and Grand Jury  
County of Butte

In our opinion, the Financial Statements referred to above present fairly, in all material respects, the County's cumulative expenditures and the costs claimed and accepted for the period July 1, 2007 through June 30, 2008 in conformity with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the California Office of Emergency Services, the California Department of Corrections and Rehabilitation, the United States Department of Justice and Butte County's management and is not intended to be, and should not be, used by anyone other than these specified parties.

BARTIG, BASLER & RAY, LLP  
A GALLINA LLP Company

*Bartig, Basler & Ray, LLP*

Roseville, California  
February 9, 2009



BARTIG, BASLER & RAY, LLP

A GALLINA LLP COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS  
ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE GRANTS  
AWARDED BY THE CALIFORNIA OFFICE OF EMERGENCY SERVICES AND  
DEPARTMENT OF CORRECTIONS AND REHABILITATION PROGRAMS AND  
ON INTERNAL CONTROL OVER COMPLIANCE**

To the Board of Supervisors and Grand Jury  
County of Butte  
Oroville, California

Compliance

We have audited the compliance of the County of Butte with the types of compliance requirements described in the Office of Emergency Services *Recipient Handbook* and the Department of Corrections and Rehabilitation *Grant Administration and Audit Guide* that are applicable to programs listed in the accompanying Schedules of the Office of Emergency Services and Department of Corrections and Rehabilitation Programs (the "Programs") for the year ended June 30, 2008. Compliance with the requirements of laws, regulations, contracts, and grants applicable to these Programs is the responsibility of the County of Butte's management. Our responsibility is to express an opinion on the County of Butte's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the Office of Emergency Services *Recipient Handbook*, and the Department of Corrections and Rehabilitation *Grant Administration and Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the Programs occurred. An audit includes examining, on a test basis, evidence about County of Butte's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County of Butte's compliance with those requirements.

In our opinion, the County of Butte complied, in all material respects, with the requirements referred to above that are applicable to the Programs for the year ended June 30, 2008.

To the Board of Supervisors and Grand Jury  
County of Butte

Internal Control Over Compliance

The management of the County of Butte is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to these Programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on the California Office of Emergency Services and the Department of Corrections and Rehabilitation Programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance with the California Office of Emergency Services *Recipient Handbook* and the California Department of Corrections and Rehabilitation *Grant Administration and Audit Guide*.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer the program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the California Office of Emergency Services and the Department of Corrections and Rehabilitation Programs and Butte County's management and is not intended to be and should not be used by anyone other than these specified parties.

BARTIG, BASLER & RAY, LLP  
A GALLINA LLP Company



Roseville, California  
February 9, 2009

**COUNTY OF BUTTE**  
**CALIFORNIA OFFICE OF EMERGENCY SERVICES**  
**CALIFORNIA DEPARTMENT OF CORRECTIONS AND REHABILITATION**

Statement of Costs Claimed and Accepted  
For the Period July 1, 2007 through June 30, 2008

Program	Costs Claimed and Accepted For the Year Ended June 30, 2008			Share of Costs Current Year		
	Costs Claimed	Costs Accepted	Questioned Costs	Federal Share	State Share	County Share
<u>Anti-Drug Abuse</u>						
<u>DC07100040</u>						
Personal Services	\$ 59,374	\$ 59,374	\$ --	\$ 59,374	\$ --	\$ --
Operating Expenses	134,236	134,236	--	134,236	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ 193,610</u>	<u>\$ 193,610</u>	<u>\$ --</u>	<u>\$ 193,610</u>	<u>\$ --</u>	<u>\$ --</u>
<u>Marijuana Suppression</u>						
<u>MS07170040</u>						
Personal Services	\$ 144,427	\$ 144,427	\$ --	\$ 144,427	\$ --	\$ --
Operating Expenses	20,900	20,900	--	20,900	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ 165,327</u>	<u>\$ 165,327</u>	<u>\$ --</u>	<u>\$ 165,327</u>	<u>\$ --</u>	<u>\$ --</u>
<u>Victim/Witness Assistance</u>						
<u>VW07260040</u>						
Personal Services	\$ 188,270	\$ 188,270	\$ --	\$ 83,518	\$ 104,752	\$ --
Operating Expenses	--	--	--	--	--	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ 188,270</u>	<u>\$ 188,270</u>	<u>\$ --</u>	<u>\$ 83,518</u>	<u>\$ 104,752</u>	<u>\$ --</u>
<u>Statutory Rape Vertical</u>						
<u>Prosecution Block Grant</u>						
<u>VB07050040</u>						
Personal Services	\$ 142,718	\$ 142,718	\$ --	\$ --	\$ 142,718	\$ --
Operating Expenses	4,263	4,263	--	--	4,263	--
Equipment	--	--	--	--	--	--
Totals	<u>\$ 146,981</u>	<u>\$ 146,981</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 146,981</u>	<u>\$ --</u>
<u>Juvenile Accountability</u>						
<u>Block Grant</u>						
<u>CSA 106-07</u>						
Personal Services	\$ 13,522	\$ 13,522	\$ --	\$ 12,169	\$ --	\$ 1,353
Operating Expenses	259	259	--	234	--	25
Equipment	--	--	--	--	--	--
Totals	<u>\$ 13,781</u>	<u>\$ 13,781</u>	<u>\$ --</u>	<u>\$ 12,403</u>	<u>\$ --</u>	<u>\$ 1,378</u>

**COUNTY OF BUTTE**  
**CALIFORNIA OFFICE OF EMERGENCY SERVICES**  
**CALIFORNIA DEPARTMENT OF CORRECTIONS AND REHABILITATION**

Statement of Approved Budget and Cumulative Expenditures  
For the Period July 1, 2007 through June 30, 2008

		Expenditures Claimed			Variance
		For the Period Through June 30, 2007	For the Period July 1, 2007 through June 30, 2008	Cumulative as of June 30, 2008	
	Budget				
<u>Anti-Drug Abuse</u>					
<u>DC07100040</u>					
Personal Services	\$ 59,374	\$ --	\$ 59,374	\$ 59,374	\$ --
Operating Expenses	134,236	--	134,236	134,236	--
Equipment	--	--	--	--	--
Totals	<u>\$ 193,610</u>	<u>\$ --</u>	<u>\$ 193,610</u>	<u>\$ 193,610</u>	<u>\$ --</u>
<u>Marijuana Suppression</u>					
<u>MS07170040</u>					
Personal Services	\$ 156,240	\$ --	\$ 144,427	\$ 144,427	\$ (11,813)
Operating Expenses	20,927	--	20,900	20,900	(27)
Equipment	--	--	--	--	--
Totals	<u>\$ 177,167</u>	<u>\$ --</u>	<u>\$ 165,327</u>	<u>\$ 165,327</u>	<u>\$ (11,840)</u>
<u>Victim/Witness Assistance</u>					
<u>VW07260040</u>					
Personal Services	\$ 188,270	\$ --	\$ 188,270	\$ 188,270	\$ --
Operating Expenses	--	--	--	--	--
Equipment	--	--	--	--	--
Totals	<u>\$ 188,270</u>	<u>\$ --</u>	<u>\$ 188,270</u>	<u>\$ 188,270</u>	<u>\$ --</u>
<u>Statutory Rape Vertical</u>					
<u>Prosecution Block Grant</u>					
<u>VB07050040</u>					
Personal Services	\$ 142,718	\$ --	\$ 142,718	\$ 142,718	\$ --
Operating Expenses	4,263	--	4,263	4,263	--
Equipment	--	--	--	--	--
Totals	<u>\$ 146,981</u>	<u>\$ --</u>	<u>\$ 146,981</u>	<u>\$ 146,981</u>	<u>\$ --</u>
<u>Juvenile Accountability</u>					
<u>Block Grant</u>					
<u>CSA 106-07</u>					
Personal Services	\$ 13,522	\$ --	\$ 13,522	\$ 13,522	\$ --
Operating Expenses	259	--	259	259	--
Equipment	--	--	--	--	--
Totals	<u>\$ 13,781</u>	<u>\$ --</u>	<u>\$ 13,781</u>	<u>\$ 13,781</u>	<u>\$ --</u>

**OFFICE OF EMERGENCY SERVICES  
and  
DEPARTMENT OF CORRECTIONS AND REHABILITATION**

**SCHEDULE OF FINDINGS AND SUMMARY SCHEDULE  
OF PRIOR YEAR AUDIT FINDINGS**



**COUNTY OF BUTTE**

Office of Emergency Services and Department of Corrections and Rehabilitation  
Schedule of Findings  
For the Year Ended June 30, 2008

Finding/Program

Findings/Noncompliance

N/A

None

# COUNTY OF BUTTE

## Office of Emergency Services and Department of Corrections and Rehabilitation Summary Schedule of Prior Year Findings For the Year Ended June 30, 2008

Audit Reference  
Number

Status of Prior Year Audit Findings

N/A

None